

**AGENDA**  
**HEALTH SERVICES AND DEVELOPMENT AGENCY**

Legislative Plaza  
Room 12  
Sixth Avenue North & Union Street  
Nashville, TN

Wednesday, June 25, 2008

8:30 a.m. CDT

- I. CALL TO ORDER
- II. DIRECTOR'S ANNOUNCEMENTS
- III. CERTIFICATE OF NEED APPLICATIONS
  - A. Millington Healthcare Center, Millington (Shelby County), TN — CN0802-006  
The addition of nineteen (19)\* Medicare skilled beds increasing the licensed nursing home bed complement from sixty-six (66) to eighty-five (85).  
\* These beds will be subject to 125 Nursing Home Bed Pool for 2007-2008.  
\$ 91,041.00
  - B. Ave Maria Home, Bartlett (Shelby County), TN — CN0803-012  
The replacement of the thirty-five (35) bed east wing. The new construction will be four (4) GREEN HOUSE ® homes consisting of ten (10) beds each. The 75 licensed beds will not change as a result of this project.  
\$ 6,372,052.00
  - C. Elite Sports Medicine and Orthopaedic Center, Nashville (Davidson County), TN — CN0803-017  
The acquisition of magnetic resonance imaging (MRI) equipment and the initiation of MRI services limited to patients of the physician practice. The project will be located at a satellite practice office on the first floor (suite number unassigned) of the Select Specialty Hospital building on the Baptist Hospital campus. No facility license is required. The project does not contain any other type of major medical equipment or initiate or discontinue any other health service.  
\$ 1,596,694.00
  - D. Vanderbilt University Medical Center, Nashville (Davidson County), TN — CN0802-007  
The acquisition of a magnetic resonance imaging (MRI) unit to be utilized for diagnosis and treatment of breast conditions. The unit will be housed in the Vanderbilt Breast Center to be located at Vanderbilt Health-One Hundred Oaks campus. The equipment to be purchased is a Philips Achieva XR with the magnet strength of 1.5 Tesla.  
\$ 2,981,850.00  
**Deferred from the May Meeting**
  - E. One Hundred Oaks Imaging, GP, Nashville (Davidson County), TN — CN0803-013  
The establishment of an outpatient diagnostic center (ODC), the initiation of magnetic resonance imaging (MRI) services and the acquisition of a Philips 1.0 Tesla open MRI unit.  
\$ 6,427,441.00  
**Opposition:** MedQuest, Inc. d/b/a BioImaging at Harding, Inc.
  - F. Life Care Center of Collegedale, Collegedale (Hamilton County), TN — CN0803-014  
The renovation of the facility to eliminate four (4) bed wards, convert some semi-private rooms to private rooms, expand rehab space, and update furnishings and finishes throughout the building. The 124 licensed beds will not change as a result of this project.  
\$ 8,484,137.00

- G. Decatur County General Hospital, Parsons (Decatur County), TN — CN0803-015  
The initiation of mobile magnetic resonance imaging (MRI) services up to one (1) day per week. The project does not impact the hospital's licensed bed complement or initiate any other new health service.  
\$ 243,000.00
- H. St. Mary's Health System, Inc. d/b/a St. Mary's Medical Center, Powell (Knox County), TN — CN0803-016  
The initiation of mobile lithotripsy services on campus. The service will be provided two (2) days per week in an existing operating room. This project does not impact the hospital's licensed bed complement. No other major medical equipment will be involved and no other health services are being proposed.  
\$ 768,000.00
- I. University of Tennessee Medical Center, Knoxville (Knox County), TN — CN0803-019  
The acquisition of a linear accelerator for service at UPMC. There are no inpatient beds involved. No services are being initiated or discontinued.  
\$ 4,692,691.00
- J. MSK Group, P.C., Memphis (Shelby County), TN — CN0803-020  
The acquisition of magnetic resonance imaging (MRI) equipment and the initiation of in-house MRI services. Equipment will be leased from Memphis Orthopedic Group, P.C. (MOG) which owns the equipment and currently provides MRI services at its office. The MOG physicians will become shareholders in MSK Group, P.C. (MSK), along with other area physicians in a consolidation of three (3) practice groups. MSK will be the practice group for the physicians. The MRI service will continue to operate in the same location, but the service provider will be MSK. Upon implementation of the service by MSK, the MOG certificate of need (CN0311-099A) will be surrendered. This project is in effect a transfer of the MRI service authorization from MOG to MSK and is not a new MRI coming into the market. There are no inpatient beds involved in this project. As a private physician practice, there is no health care institution licensure involved.  
\$ 801,175.00
- K. Saint Francis Hospital, Memphis (Shelby County), TN — CN0803-023  
The acquisition of a Cyberknife Stereotactic Radiosurgery System to be installed at the hospital's main campus. The Cyberknife is an alternative to, but not a replacement of the linear accelerator radiation oncology services already provided at the hospital, which services will continue to be provided. No inpatient beds are affected by this project.  
\$ 6,651,513.00  
**Deferred to the July Meeting**  
**Opposition:** Memphis Radiological Professional Corporation

#### IV. GENERAL COUNSEL'S REPORT

- A. SeniorHealth of Rutherford, LLC, Murfreesboro (Rutherford County), TN — CN0610-089A  
Request for change of control of the contribution by SeniorHealth, Inc. of the membership interests of SeniorHealth of Rutherford, LLC to its new wholly-owned subsidiary, FenX Healthcare, Inc. As a consequence of the transfer the control of the project will not change from SeniorHealth of Rutherford, LLC and they will continue to develop the project as set forth in the CON application. This project was approved at the February 28, 2007 meeting for the construction and establishment of a sixty (60)-bed general hospital providing medical detoxification, psychiatric and rehabilitation services to serve Rutherford and Bedford counties. The expiration date is April 1, 2010 with a project cost of \$29,893,000.  
**Deferred from the May Meeting**  
**Opposition:** Vanderbilt Stallworth Rehabilitation Hospital, L.P.

- B. Court Manor Nursing Center, Shelby (Memphis County), TN – CN0603-017A  
Request for extension of the expiration date for twenty-four months from August 1, 2008 to August 1, 2010 and a \$1,219,988 increase in the project cost from \$9,132,872 to \$10,352,860. This project was approved at the June 28, 2006 Agency meeting for the relocation and replacement of the nursing home and the addition of twenty-two (22) \*skilled nursing facility beds for a total of one hundred twenty (120) dually certified skilled nursing home beds.  
\*These beds were subject to the 125 Nursing Home Bed Pool for 2005/2006.
- C. Arbor Place of Puryear, Inc., Puryear (Henry County), TN – CN0311-098A  
Request for a three (3) month extension of the expiration date from July 1, 2008 to October 1, 2008. This project was approved at the June 23, 2004 Agency meeting for the relocation and replacement of the existing twenty-five (25)-bed dually certified skilled nursing facility and the addition of eleven (11) beds for a total of thirty-two (32) licensed beds. The project cost is \$3,100,252. The original expiration date of August 1, 2006 was extended to May 1, 2007 on April 26, 2006, and then extended to July 1, 2008 on March 28, 2007.
- D. Erlanger East, Chattanooga (Hamilton County), TN – CN0405-047A  
Request for extension of expiration date for twenty-four (24) months from December 1, 2008 to December 1, 2010. This project was approved at the October 27, 2004 Agency meeting for the construction of new four (4) story patient tower and other ancillary space; transfer of seventy-nine (79) beds from the main campus to the east campus; initiation of cardiac catheterization and the acquisition of a magnetic resonance imaging (MRI) scanner. This project decreased the main campus beds from 703 to 624 licensed beds and increased the east campus beds from 28 to 107 licensed beds. The project cost is \$68,725,321.
- F. Centennial Medical Center at Ashland City, Ashland City (Cheatham County), TN – CN0302-010A  
Request to increase mobile magnetic resonance imaging (MRI) services from one (1) day per week to two (2) days per week. This project was approved at the May 28, 2003 Agency meeting for the initiation of mobile MRI services one (1) day per week with an expiration date of July 1, 2006. Project was implemented June 30, 2003.

#### V. OTHER BUSINESS

- A. Health Plan Update: Jeff Ockerman, Director of Health Planning, Department of Finance & Administration

#### VI. MINUTES

- A. Approval of May 28, 2008 Minutes

#### VII. ADJOURNMENT